

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT	)	CASE NO.
FILING OF VALLEY GAS, INC.	)	2017-00348

ORDER

On November 5, 2013, in Case No. 2013-00150,<sup>1</sup> the Commission approved rates for Valley Gas, Inc. ("Valley Gas") and provided for their further adjustment on a quarterly basis in accordance with Valley Gas's Purchased Gas Cost Adjustment clause.

On August 25, 2017, Valley Gas filed its Gas Cost Recovery ("GCR") rate application to be effective October 1, 2017.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Valley Gas's notice includes a revised rate designed to pass on to its customers its expected change in gas costs.
2. Valley Gas's notice sets out an Expected Gas Cost ("EGC") of \$4.5722 per Mcf, which is an increase of \$.0655 per Mcf from the previous EGC of \$4.5067 per Mcf.
3. Valley Gas's notice sets out no Refund Adjustment.

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<sup>1</sup> Case No. 2013-00150, *Application of Valley Gas, Inc. for an Alternative Rate Adjustment* (Ky. PSC Nov. 5, 2013).

4. Valley Gas's notice sets out a current quarter Actual Cost Adjustment ("ACA") of (\$.2605) per Mcf. Valley Gas's total ACA is (\$1.0206) per Mcf, which is a decrease of \$.3904 per Mcf from its previous total ACA of (\$.6302) per Mcf.

5. Valley Gas's GCR rate is \$3.5516 per Mcf, which is a decrease of \$.3249 per Mcf from the previous GCR rate of \$3.8765 per Mcf.

6. The rate as proposed by Valley Gas and set forth in the Appendix to this Order is fair, just, and reasonable and should be approved for service rendered by Valley Gas on and after October 1, 2017.

IT IS THEREFORE ORDERED that:

1. The rate proposed by Valley Gas and set forth in the Appendix to this Order is approved for service rendered on and after October 1, 2017.

2. Within 20 days of the date of this Order, Valley Gas shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the rate approved herein and reflecting that it was approved pursuant to this Order.

By the Commission

ENTERED  
SEP 05 2017  
KENTUCKY PUBLIC  
SERVICE COMMISSION

ATTEST:



Acting Executive Director



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Secretary  
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